

June 7, 2016

**ADDENDUM # 1**

To: Plan Holders

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From: Wanda H. Austin, P.E.

Division 14 Contract Officer and Project Manager

RE: **Revision of bonding requirements, removal of motor grader pay items, pre-bid sign-in sheet, and pre-bid meeting minutes**

Contract ID: DN11604069

County: Jackson/Swain

Letting Date: June 14, 2016

The above contract has experienced the following changes:

- On Page G-1, the last paragraph the wording should now read: Accompanying this bid is a bid bond secured by a corporate surety, or certified check payable to the order of the Department of Transportation, for five percent of **the total equipment outfitting price**, which deposit is to be forfeited as liquidated damages in case this bid is accepted and the Bidder shall fail to provide the required payment and performance bonds with the Department of Transportation, under the condition of this proposal, within 14 calendar days after the written notice of award is received by him, as provided in the Standard Specifications; otherwise said deposit will be returned to the Bidder."
- Motor grader pay item has been removed. (see attached revised pay item sheet).
- On Page G-27, under CONTRACT PAYMENT AND PERFORMANCE BOND:
  - The first paragraph wording should now read: "A performance bond in the amount of one hundred percent (100%) of the **equipment outfitting fees** amount, conditioned upon the faithful performance of the contract in accordance with specifications and conditions of the



contract is required for contracts of \$500,000 or more.

- The second paragraph wording should now read: “A payment bond in the amount of one hundred percent (100%) of the **equipment outfitting fees** amount, conditioned upon the prompt payment for all labor or materials for which the Contractor, or his subcontractors, are liable is required for Construction contracts greater than \$500,000.
- The last paragraph should now read: “The successful bidder, within fourteen (14) days after notice of award, shall provide the Department with a contract payment bond and a contract performance bond each in an amount equal to 100 percent of the amount of the **equipment outfitting fees**.
- On Page G-28, in the table at the top of the page, under Description, **change the word “Mowed” to “Operated.”**
- On Page G-32, in the first sentence under OUTFITTING FEE, the following clarification is proffered to establish the intent of the outfitting fee’s use: “...purchase, installation, maintenance and storage of the equipment appurtenances...” The outfitting fee is intended to cover the capital investment of the added equipment for the trucks necessary for snow and ice operations. Since the loader is not equipped with any special appurtenances there is no outfitting fee line item for such. All costs associated with the daily operations like fuel, wages, insurance etc., should be captured in the hourly rate of the specific piece of equipment.
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- Pre-bid sign-in sheet (see attachment).
- Pre- bid meeting minutes:
  1. 2 contracts: Haywood I-40, US 74 and Jackson/Swain US 74, NC 28
  2. Bids opened 6/14/16 at 2pm
  3. \$5M Insurance required
  4. Payment & Performance bonds required – 100% of contract amount for contracts over \$500k G27
  5. 0% mb wb goals
  6. Contract time 7/1/16 to 6/30/17 – be ready for winter weather months Nov-March
  7. Liquidated damages \$100/ hour/equipment not ready
  8. Renewable for 4 more years – price increase of 3% per year
  9. Mob/demob – 3 hours/equip
  10. Notification – minimum of 2 hours, we will watch weather, try to give more notice
  11. Equipment requirements: G29



12. CDL for drivers
13. Plows/spreaders specs: G30
14. Lights/back up alarms/communication devices: G30
15. Training by NCDOT \$25/hr. operators and supervisors: G32
16. Outfitting fee: y1 50% y3 30% y5 20% - payment made at completion of dry run and inspection of equipment
17. Salt/chemicals provided by NCDOT

Other items discussed:

1. Contractor will provide a supervisor to be the point of contact and to direct the operations of the contractor. A supervisor will be required for each 12 hour shift.
2. Contractor's supervisor will not be required to ride up and down the road to monitor weather and road conditions.
3. Contractor will provide communication equipment for communication with contractor forces and NCDOT. Communication by mobil phone is acceptable. NCDOT will provide 1 radio to contractor's supervisor for use in communicating with NCDOT.
4. The cost of supervision is included in the contractor's unit prices. No additional compensation will be made for supervision.
5. Line item 6, Motorgrader, for the Jackson/Swain contract will be removed from the contract.
6. Including all pieces of equipment in the Outfitting Fee was discussed. NCDOT has decided to include a separate line item for the Motor Grader Outfitting fee in the Haywood contract. Motorgraders will be removed from the Jackson/Swain contract. There will be no outfitting fee for loaders.
7. Bonding was discussed. NCDOT has decided to waive the performance bond, but the payment bond will be required. (Wanda will check to see if we can do this). – ***NOTE: After consulting with the Attorney General's Office, it has been determined that NCDOT cannot waive the performance bond, as this is compelled by General Statute. An adjustment to the bonding requirements has been made to cover only the higher risk items of equipment outfitting fees in this contract. Both payment and performance bonds will be required, along with the bid bond. (Refer to the first bullet in this addendum).***

Please insert this letter into the addendum section of the proposal and sign the verification. Thank you for your attention to this matter.



# Snow & Ice Contracts Prebid

5/25/16

NAME	Company	Phone	Email
Connie Adams	Adams Contracting	828/735/1184	AdamsContracting@Dishmail.net
Luke Stillwell	Stillwell Construction	828/421/8486	luke.stillwell@yahoo.com
Jeff Stillwell	Stillwell construction	828 421-8487	jeffbstillwell@yahoo.com
ART HARTZOG WR	NCDOT-HAYWOOD	828-593-3032	AB/HARTZOG@NCDOT.GOV
KYLE BALDWIN	" "	828-456-5633	—
R.E. Austin	" Jackson	828-586-6019	
Wes Jamison	Jackson & Swain Maint.	828-586-6019	wjamison@ncdot.gov
Kep Biggs	Swain Maint.	828-488-3683	
Greg White	WVC White Corp.	828-508-8388	wvcwhitecorp@msn.com
Jonathan Woodard	NCDOT	828-497-7333	jwoodard@ncdot.gov

## Contract Line Items and Signature Sheets

Line	Section	Item	Quantity	Unit	Unit price	Amount
1	SP	Outfitting Fee	10	EA		
2	SP	Outfitting Fee (50% of item 1-1st year)	10	EA	50% of item 1 TO BE CALCULATED BY NCDOT	50% of item 1 TO BE CALCULATED BY NCDOT
3	SP	Outfitting Fee (30% of item 1-3rd year)	10	EA	30% of item 1 TO BE CALCULATED BY NCDOT	30% of item 1 TO BE CALCULATED BY NCDOT
4	SP	Outfitting Fee (20% of item 1-5th year)	10	EA	20% of item 1 TO BE CALCULATED BY NCDOT	20% of item 1 TO BE CALCULATED BY NCDOT
5	SP	Truck w/ Operator	6,250	HR		
6	SP	Loader w/ Operator	1,500	HR		
7	SP	Hourly Training Contractor Forces	300	HR	\$ 25.00	\$7,500.00

***TOTAL BID FOR PROJECT:*** \_\_\_\_\_